

FISCAL NOTE

HB 644 - SB 1004

March 7, 1997

SUMMARY OF BILL: Exempts the sale of personal computers and peripherals from the sales and use tax when purchased by certificated teachers for their personal use.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$250,000

Decrease Local Govt. Revenues - Exceeds \$100,000

There are in excess of 150,000 certificated teachers in Tennessee. This estimate assumes that the average cost of a personal computer and peripherals is approximately \$2,000. It is also assumed that teachers would be exempt from the tax when purchasing computers for their home use, as well as for use in schools. Assumes an average local sales tax rate of 2.25%.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director